

RESOLUTION NO. 927

RESOLUTION AMENDING RESOLUTION NO 924 AUTHORIZING THE
ISSUANCE AND SALE OF LIMITED TAX IMPROVEMENT BONDS, SERIES
2002.

THE CITY COUNCIL OF THE CITY OF PRINEVILLE, CROOK COUNTY,
OREGON (THE "CITY") FINDS AS FOLLOWS:

A. The City previously adopted Resolution No. 924 (the "Resolution") on
Nov. 12, 2002 authorizing the issuance of its Limited Tax Improvement Bonds (the "Bonds") to
finance local improvements in the City, to partially refund its Limited Tax Improvement Bond
Anticipation Note, Series 2001 and to pay costs of issuing the Bonds.

B. The City wishes to amend the Resolution to change the interest rate
restriction and correct non-substantive errors.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE
CITY OF PRINEVILLE, a municipal corporation of the State of Oregon, as follows:

Section 1. Amendments.

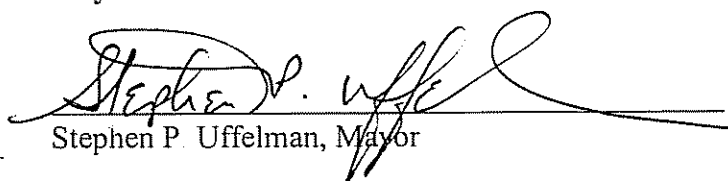
1.1. Section 1.1 of the Resolution is hereby amended to allow for the Bonds to be
sold at an interest rate of not more than 6.00 percent per annum.

1.2. Section 7.1 of the resolution is amended to read as follows:

"Unless a shorter period is agreed to by the Paying Agent, the City shall give
the Paying Agent at least forty (40) days' prior written notice of any proposed
redemption of the Bonds."

The foregoing Resolution adopted this 14th day of January, 2003.

City of Prineville


Stephen P. Uffelman, Mayor

Attest:


Henry Hartley, City Recorder

THIS BOND SHALL NOT BE VALID UNLESS PROPERLY AUTHENTICATED BY THE PAYING AGENT
IN THE SPACE INDICATED BELOW.

CERTIFICATE OF AUTHENTICATION

This Bond is one of a series of \$_____ aggregate principal amount of City of Prineville, Oregon Water Revenue
Bonds, Series 2003, issued pursuant to the Resolution described herein.

Date of authentication: _____

_____, as Paying Agent

Authorized Officer

ASSIGNMENT

FOR VALUE RECEIVED, the undersigned sells, assigns and transfers unto _____

(Please insert social security or other identifying number of assignee)

this Bond and does hereby irrevocably constitute and appoint _____
as attorney to transfer this Bond on the books kept for registration thereof with the full power of substitution in the
premises.

Dated: _____

NOTICE: The signature to this assignment must correspond with the name of the registered owner as it appears
upon the face of this Bond in every particular, without alteration or enlargement or any change whatever.

NOTICE: Signature(s) must be guaranteed by a member of
the New York Stock Exchange or a commercial bank or trust
company

Signature Guaranteed

(Bank, Trust Company or Brokerage Firm)

Authorized Officer

The following abbreviations, when used in the inscription on the face of this Bond, shall be
construed as though they were written out in full according to applicable laws or regulations.

TEN COM -- tenants in common

TEN ENT -- as tenants by the entireties

JT TEN -- as joint tenants with right of survivorship
and not as tenants in common

OREGON CUSTODIANS use the following

_____ CUST UL OREG _____ MIN
as custodian for (name of minor)

OR UNIF TRANS MIN ACT

under the Oregon Uniform Transfer to Minors Act

Additional abbreviations may also be used though not in the list above.